Development (1948) Department

M2 SERIES

G.O. No. 4976

Dated 6 10 48

[Despatch Abstract.]

Imported yarn - Distribution - Arrangements - Proposals of the Provincial Textile Commissioner - Papers recorded.

Hon'ble Minister (Industries) wanted that special arrangements should be made in regard to the distribution of imported yarn and he was of the view that arrangements might be made to allot imported yarn as and when available exclusively to bulk consumers such as power looms, etc. The Provincial Textile Commissioner and Registrar of Co-operative Societies have been consulted. The Registrar of Co-operative Societies reports that handling of imported yarn by the Provincial Society will lead to complications, that the imported yarn may be allotted to bulk consumers like the power looms, etc. by curtailing the supplies of local yarn to that extent, that this arrangement is necessary as otherwise handloom factories and power loom factories will be placed at an advantageous position as compared to that of the handloom weavers both in regard to prices and quantity to be supplied. The Provincial Textile Commissioner reports that the suggestion of the Government to allimported yarn to powerlooms, etc. will not be workable for the following reasons:-

(1) The arrivals of imported yarn are not regular and assured;

(2) The counts of imported yarn are 54's and higher while the powerlooms require 40's and below;

(3) The imported yarn is received in the form of cops and ring tubes for which there is no local demand.

He states that the quantity of yarn imported is not appreciable when compared to the Provincial quota and that any mal-practices in dealing with imported yarn, can effectively be dealt with under the provisions of the Madras Yarn Dealers (Control) Order, 1948. In view of the above circumstances, he considers that the best thing will be to allow the importers to distribute the yarn themselves to the dealers licensed under the Madras Yarn (Dealers) Control Order, 1948 or to the consumers direct and leave it to the consumers to prefer imported yarn or Indian yarn, according to their own choice. ~~X~~ of attempts to pass on Indian yarn as imported yarn

In G.O. No. 4729, Development, dated 17.9.1948, it has already been ordered that though there is no intention at present to fix prices for imported yarn, no such yarn will be allowed to be sold except through licensed shops. The importers of foreign yarn in this Province will have to take out either a wholesale or a retail licence under the Madras Yarn Dealers (Control) Order, 1948, as the case may be, in order to enable them to sell the yarn either to licensed dealers or to consumers direct. It would not therefore be difficult to prevent malpractices in the distribution of this yarn. In view of this and in view of the reasons given by the Provincial Textile Commissioner, it is for orders whether his view at 'M' ~~on page 3~~ above may be accepted.

The quantity of imported yarn is comparatively negligible. The action already taken, as mentioned at 'A' above, seems adequate. This is also the view of the Provincial Textile Commissioner.

C.P.G.
27.9.48.

W.R.S.Sattianathan, (secy).
27.9.

Please see the orders in circulation above. No further action seems called for in this file. May be recorded

Ms. No. 4976. dated 6.10.1948.

Textiles - Yarn - Imported Yarn - Distribution - Provincial Textile Commissioner's proposals
Papers recorded.

Superintendent,
Madras Record Office

7/8.